

**CONSOLIDATED INSURANCE TRUST
INVESTMENT PERFORMANCE REPORT AS OF AUGUST 31, 2007**

	August-07					July-07					Current FYTD		Prior Year FY07		3 Years Ended 6/30/2007		5 Years Ended 6/30/2006	
	Market Value	Allocation		Returns-Month		Market Value	Allocation		Returns-Month		Gross	Net	Gross	Net	Gross	Net	Gross	Net
		Actual	Policy(1)	Gross	Net		Actual	Policy(1)	Gross	Net								
LARGE CAP DOMESTIC EQUITY																		
Structured Growth																		
Los Angeles Capital	21,520,225	1.6%	1.5%	1.11%	1.09%	21,561,840	1.6%	1.5%	-3.19%	-3.21%	-2.12%	-2.15%	22.11%	21.84%	13.59%	13.35%	N/A	N/A
Total Structured Growth	21,520,225	1.6%	1.5%	1.11%	1.09%	21,561,840	1.6%	1.5%	-3.19%	-3.21%	-2.12%	-2.15%	22.11%	21.84%	13.59%	13.35%	11.19%	10.94%
Russell 1000 Growth				1.59%	1.59%				-1.55%	-1.55%	0.02%	0.02%	19.04%	19.04%	8.70%	8.70%	9.28%	9.28%
Structured Value																		
LSV	21,232,440	1.5%	1.5%	1.46%	1.43%	20,927,573	1.5%	1.5%	-4.81%	-4.84%	-3.42%	-3.48%	24.21%	23.77%	19.46%	19.00%	17.00%	16.55%
Russell 1000 Value				1.12%	1.12%				-4.62%	-4.62%	-3.56%	-3.56%	21.87%	21.87%	15.93%	15.93%	13.31%	13.31%
Russell 1000 Enhanced Index																		
Los Angeles Capital	43,094,667	3.1%	3.0%	0.92%	0.90%	42,701,294	3.1%	3.0%	-3.84%	-3.86%	-2.96%	-2.99%	21.51%	21.27%	13.70%	13.46%	N/A	N/A
Russell 1000				1.36%	1.36%				-3.09%	-3.09%	-1.77%	-1.77%	20.43%	20.43%	12.34%	12.34%	N/A	N/A
S&P 500 Enhanced Index																		
Westridge	47,785,853	3.5%	3.0%	1.56%	1.53%	45,975,624	3.4%	3.0%	-1.59%	-1.62%	-0.05%	-0.11%	21.48%	21.12%	12.30%	11.98%	N/A	N/A
S&P 500				1.50%	1.50%				-3.10%	-3.10%	-1.65%	-1.65%	20.59%	20.59%	11.68%	11.68%	N/A	N/A
130/30																		
State Street	13,269,980			0.87%	0.80%	13,155,051			-4.02%	-4.09%	-3.18%	-3.31%	22.77%	21.82%	12.69%	12.34%	11.31%	11.08%
Total 130/30	13,269,980	1.0%	1.0%	0.87%	0.80%	13,155,051	1.0%	1.0%	-4.02%	-4.09%	-3.18%	-3.31%	22.77%	21.82%	12.69%	12.34%	11.31%	11.08%
S&P 500				1.50%	1.50%				-3.10%	-3.10%	-1.65%	-1.65%	20.59%	20.59%	11.68%	11.68%	10.71%	10.71%
TOTAL LARGE CAP DOMESTIC EQUITY	146,903,165	10.7%	10.1%	1.23%	1.20%	144,321,382	10.5%	10.1%	-3.19%	-3.22%	-2.00%	-2.06%	22.25%	21.86%	14.08%	13.76%	12.47%	12.22%
S&P 500				1.50%	1.50%				-3.10%	-3.10%	-1.65%	-1.65%	20.59%	20.59%	11.68%	11.68%	10.71%	10.71%
SMALL CAP DOMESTIC EQUITY																		
Manager-of-Managers																		
SEI	22,964,352	1.7%	1.7%	0.37%	0.30%	22,926,083	1.7%	1.7%	-6.26%	-6.33%	-5.91%	-6.04%	19.32%	18.39%	14.58%	13.70%	15.22%	14.37%
Russell 2000 + 200bp				2.43%	2.43%				-6.67%	-6.67%	-4.40%	-4.40%	18.76%	18.76%	15.72%	15.72%	16.16%	16.16%
Enhanced																		
Research Affiliates	22,255,178	1.6%	1.7%	0.94%	0.87%	22,036,530	1.6%	1.7%	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Russell 2000				2.27%	2.27%				-6.84%	-6.84%	-4.73%	-4.73%						
TOTAL SMALL CAP DOMESTIC EQUITY	45,219,530	3.3%	3.4%	0.65%	0.58%	44,962,613	3.3%	3.4%	-6.26%	-6.33%	-5.65%	-5.78%	19.32%	18.39%	14.58%	13.70%	15.22%	14.37%
Russell 2000				2.27%	2.27%				-6.84%	-6.84%	-4.73%	-4.73%	16.44%	16.44%	13.45%	13.45%	13.88%	13.88%
INTERNATIONAL EQUITY																		
Large Cap - Active																		
Capital Guardian	42,648,765	3.1%	3.1%	-2.25%	-2.30%	43,722,665	3.2%	3.1%	-1.80%	-1.85%	-4.01%	-4.10%	26.71%	25.99%	21.84%	21.19%	15.49%	14.89%
LSV	44,612,660	3.3%	3.1%	-3.10%	-3.14%	46,054,888	3.4%	3.1%	-1.86%	-1.90%	-4.90%	-4.98%	31.87%	31.24%	N/A	N/A	N/A	N/A
Total Large Cap - Active	87,261,425	6.4%	6.2%	-2.69%	-2.73%	89,777,553	6.6%	6.2%	-1.83%	-1.87%	-4.47%	-4.55%	29.24%	28.57%	23.57%	22.95%	18.89%	18.43%
MSCI EAFE - 50% Hedged				-1.40%	-1.40%				-2.31%	-2.31%	-3.68%	-3.68%	26.94%	26.94%	22.55%	22.55%	15.71%	15.71%
Small Cap - Value																		
Lazard	10,937,214	0.8%	0.8%	-4.13%	-4.20%	11,420,224	0.8%	0.8%	-0.53%	-0.60%	-4.64%	-4.77%	22.00%	21.03%	21.90%	20.93%	N/A	N/A
Citigroup Broad Market Index < \$2BN				4.60%	4.60%				1.20%	1.20%	5.86%	5.86%	28.58%	28.58%	26.34%	26.34%	N/A	N/A
Small Cap - Growth																		
Vanguard	10,586,844	0.8%	0.8%	-2.93%	-2.97%	10,911,167	0.8%	0.8%	-0.42%	-0.46%	-3.34%	-3.42%	31.58%	31.00%	28.73%	28.08%	N/A	N/A
Citigroup Broad Market Index < \$2BN				4.60%	4.60%				1.20%	1.20%	5.86%	5.86%	28.58%	28.58%	26.34%	26.34%	N/A	N/A
TOTAL INTERNATIONAL EQUITY	108,785,483	7.9%	7.7%	-2.86%	-2.90%	112,108,944	8.2%	7.7%	-1.57%	-1.62%	-4.39%	-4.48%	28.72%	28.02%	24.09%	23.43%	17.79%	17.15%
MSCI EAFE - 50% Hedged				-1.40%	-1.40%				-2.31%	-2.31%	-3.68%	-3.68%	26.94%	26.94%	22.55%	22.55%	15.71%	15.71%
DOMESTIC FIXED INCOME																		
Core Bond																		
Western Asset	194,301,734	14.2%	15.1%	0.59%	0.57%	193,123,530	14.1%	15.1%	0.18%	0.16%	0.77%	0.74%	7.51%	7.29%	4.65%	4.44%	5.85%	5.64%
Lehman Aggregate				1.23%	1.23%				0.83%	0.83%	2.07%	2.07%	6.12%	6.12%	3.98%	3.98%	4.48%	4.48%
Mortgage Backed																		
Hyperion	53,430,251	3.9%	3.9%	-0.59%	-0.61%	54,572,809	4.0%	3.9%	0.11%	0.09%	-0.48%	-0.52%	N/A	N/A	N/A	N/A	N/A	N/A
Lehman Global Aggregate (US Securitized Portion)				1.02%	1.02%				1.09%	1.09%	2.11%	2.11%						
Core Plus/Enhanced																		
Clifton Group	54,908,387	4.0%	3.9%	1.69%	1.69%	54,019,612	3.9%	3.9%	1.64%	1.64%	3.36%	3.36%	5.52%	5.52%	N/A	N/A	N/A	N/A
Prudential	53,313,390	3.9%	3.9%	0.97%	0.95%	52,822,476	3.9%	3.9%	-0.27%	-0.29%	0.70%	0.65%	N/A	N/A	N/A	N/A	N/A	N/A
Total Core Plus/Enhanced	108,221,777	7.9%	7.8%	1.33%	1.32%	106,842,088	7.8%	7.8%	0.69%	0.67%	2.03%	2.01%	6.05%	5.95%	N/A	N/A	N/A	N/A
Lehman Aggregate				1.23%	1.23%				0.83%	0.83%	2.07%	2.07%	6.12%	6.12%				
Index																		
Bank of ND	97,205,760	7.1%	6.8%	1.33%	1.32%	95,927,364	7.0%	6.8%	1.12%	1.11%	2.46%	2.45%	5.52%	5.45%	2.98%	2.92%	4.39%	4.32%
Total Index	97,205,760	7.1%	6.8%	1.33%	1.32%	95,927,364	7.0%	6.8%	1.12%	1.11%	2.46%	2.45%	5.52%	5.45%	3.01%	2.80%	4.25%	4.10%
Lehman Gov/Credit (3)				1.28%	1.28%				1.00%	1.00%	2.29%	2.29%	6.00%	6.00%	3.04%	3.04%	4.35%	4.35%
BBB Average Quality																		
Wells Capital (formerly Strong)	192,610,919	14.0%	15.1%	0.99%	0.97%	190,624,876	13.9%	15.1%	-0.19%	-0.21%	0.80%	0.76%	8.16%	7.93%	5.09%	4.86%	6.82%	6.59%
Lehman US Credit Baa				1.06%	1.06%				-0.06%	-0.06%	1.00%	1.00%	7.54%	7.54%	4.47%	4.47%	6.59%	6.59%
TOTAL DOMESTIC FIXED INCOME	645,770,441	47.0%	48.7%	0.84%	0.83%	641,090,667	46.8%	48.7%	0.29%	0.27%	1.13%	1.10%	7.29%	7.11%	4.12%	4.01%	5.57%	5.43%
Lehman Aggregate (4)				1.23%	1.23%				0.83%	0.83%	2.07%	2.07%	6.12%	6.12%	4.13%	4.13%	4.87%	4.87%
INFLATION PROTECTED ASSETS																		
Northern Trust Global Investments	144,300,361	10.5%	10.1%	0.91%	0.91%	143,011,156	10.4%	10.1%	2.30%	2.30%	3.23%	3.22%	3.98%	3.93%	3.83%	3.78%	N/A	N/A
Western	142,721,650	10.4%	10.1%	0.76%	0.75%	141,649,777	10.3%	10.1%	1.99%	1.98%	2.77%	2.75%	3.46%	3.35%	3.43%	3.40%	N/A	N/A
TOTAL INFLATION PROTECTED ASSETS	287,022,011	20.9%	20.3%	0.84%	0.83%	284,660,933	20.8%	20.2%	2.15%	2.14%	3.00%	2.99%	3.72%	3.64%	3.63%	3.59%	N/A	N/A
LB US TIPS Index				0.87%	0.87%				2.28%	2.28%	3.17%	3.17%	4.07%	4.07%	3.96%	3.96%	N/A	N/A
REAL ESTATE																		
JP Morgan	85,060,620	6.2%	5.5%	0.00%	-0.12%	85,060,620	6.2%	5.5%	0.00%	-0.12%	-0.01%	-0.24%	17.61%	16.00%	N/A	N/A	N/A	N/A
NCREIF Total Index				1.51%	1.51%				1.51%	1.51%	3.04%	3.04%	17.24%	17.24%	17.14%	17.14%	N/A	N/A
CASH EQUIVALENTS																		
Bank of ND	53,814,878	3.9%	4.3%	0.43%	0.43%	57,631,808	4.2%	4.3%	0.44%	0.44%	0.87%	0.87%	5.36%	5.36%	4.10%	4.10%	3.00%	3.00%
90 Day T-Bill				0.56%	0.56%				0.39%	0.39%	0.95%	0.95%	5.21%	5.21%	3.78%	3.78%	2.76%	2.76%
TOTAL INSURANCE TRUST	1,372,576,128	10																